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Hongguo International Holdings Limited

鴻國國際控股有限公司*

(incorporated in Bermuda with limited liability)

Stock Code: 1028

STABILIZING ACTIONS LAPSE OF OVER-ALLOTMENT OPTION AND END OF STABILIZATION PERIOD

The Company announces that the stabilization period in connection with the Global Offering ended on October 16, 2011, being the 30th day after the last day for the lodging of the Application Forms under the Hong Kong Public Offer.

The stabilizing actions undertaken by Citigroup Global Markets Asia Limited during the stabilization period were:

- (1) over-allocations of an aggregate of 75,000,000 Shares in the International Offering representing 15% of the number of the Offer Shares initially available under the Global Offering before any exercise of the Over-allotment Option;
- (2) the borrowing of an aggregate of 75,000,000 Shares by the Stabilizing Manager from High Score pursuant to the Stock Borrowing Agreement; and

(3) the purchase of a total of 75,000,000 Shares in the price range of HK\$1.60 to HK\$2.30 per Share on the market (excluding brokerage of 1%, SFC transaction levy of 0.003% and Stock Exchange trading fee of 0.005%), representing 15% of the number of the Offer Shares initially available under the Global Offering before any exercise of the Over-allotment Option, and the last purchase of Shares made on the market during the course of the stabilization period was on September 27, 2011 at the price of HK\$2.04 per Share. These Shares will be applied for the purposes of returning the borrowed shares to High Score pursuant to the Stock Borrowing Agreement.

The Over-allotment Option had not been exercised during the stabilization period and lapsed on October 16, 2011.

The Company makes this announcement pursuant to section 9(2) of the Securities and Futures (Price Stabilizing) Rules (Chapter 571W of the Laws of Hong Kong) and announces that the stabilization period in connection with the Global Offering ended on October 16, 2011, being the 30th day after the last day for the lodging of Applications Forms under the Hong Kong Public Offering.

STABILIZATION ACTIONS

As informed by Citigroup Global Markets Asia Limited, the stabilizing actions undertaken by Citigroup Global Markets Asia Limited, as the stabilization manager, during the stabilization period were:

- (1) over-allocations of an aggregate of 75,000,000 Shares in the International Offering representing 15% of the number of the Offer Shares initially available under the Global Offering before any exercise of the Over-allotment Option;
- (2) the borrowing of an aggregate of 75,000,000 Shares from High Score pursuant to the stock borrowing agreement dated September 9, 2011 and entered into by Citigroup Global Markets Asia Limited and High Score (the “Stock Borrowing Agreement”); and
- (3) the purchase of an aggregate of 75,000,000 Shares in the price range of HK\$1.60 to HK\$2.30 per Share on the market (excluding brokerage of 1%, SFC transaction levy of 0.003% and Stock Exchange trading fee of 0.005%), representing 15% of the number of the Offer Shares initially available under the Global Offering before any exercise of the Over-allotment Option, and the last purchase of Shares made on the market during the course of the stabilization period was on September 27, 2011 at the price of HK\$2.04 per Share. These Shares will be applied for the purposes of returning the borrowed shares to High Score pursuant to the Stock Borrowing Agreement.

LAPSE OF OVER-ALLOTMENT OPTION

The Over-allotment Option had not been exercised during the stabilization period and lapsed on October 16, 2011.

The Company continues to comply with the public float requirements under Rule 8.08(1)(a) of the Listing Rules. No new Shares or securities convertible into equity securities of the Company may be issued within six months from the Listing Date save for situations set out in Rule 10.08 of the Listing Rules.

By order of the Board
Hongguo International Holdings Limited
CHEN Yixi
Chairman

Hong Kong, October 16, 2011

As at the date of this announcement, the executive Directors are Mr. CHEN Yixi, Mr. LI Wei, Mr. ZHAO Wei, Mr. HUO Li and Mr. XU Tingyu; the non-executive Director is Mr. MIAO Bingwen; and the independent non-executive Directors are Mr. XU Chengming, Mr. LI Xindan and Mr. KWONG Wai Sun Wilson.

* *For identification purpose only*